

NEW JASON MINES LIMITED

Incorporated under the laws of the Province of Ontario

Annual Report 1966

For the Fiscal Year Ended December 31

OFFICERS

K. A. DAVIS

President

W. J. CRAIG

Vice-President

J. L. NOBLE

Secretary-Treasurer

DIRECTORS

W. J. CRAIG	-	-	-	-	-	-	-	-	-	Barrie, Ontario
K. A. DAVIS	-	-	-	-	-	-	-	-	-	Toronto, Ontario
J. D. LIARD	-	-	-	-	-	-	-	-	-	Toronto, Ontario
R. A. HALET	-	-	-	-	-	-	-	-	-	Toronto, Ontario
J. L. NOBLE	-	-	-	-	-	-	-	-	-	Toronto, Ontario

REGISTRAR AND TRANSFER AGENT

GUARANTY TRUST COMPANY OF CANADA

Toronto, Ontario

HEAD OFFICE

Suite 505, 80 Richmond St. W. - - - - - Toronto, Ontario

NEW JASON MINES LIMITED

Report of the Directors

To the Shareholders,
NEW JASON MINES LIMITED.

Your Directors herewith submit the Annual Report of your Company, together with Financial Statements, Balance Sheet and Auditors' Report for the year ended December 31, 1966.

No work was carried out on the subsidiary company's Jarrow Mines Limited during the year. Negotiations are continuing with a view to obtaining the necessary finances for this company.

960 acres were acquired through staking in the LaRonge mining district of Saskatchewan. The area is favourable for uranium deposition. It is hoped that financing arrangements can be made in order to carry out exploration work on the property this summer.

Your Company's B.C. subsidiary, Silver Hoard Mines, has been leased on a royalty basis for a period of two years commencing April 1st, 1967. To date no progress report has been received from the lessee.

The original former gold producing claims in the Casummit Lake area were maintained in good standing.

Conmar Exploration Limited, in which New Jason owns over 7% of the issued capital, is, along with a group of other mining companies, negotiating a working option agreement on its Noranda area property with a large international mining organization. The success of this venture could be a definite asset to your Company.

Respectfully submitted,

On behalf of the Board of Directors,

K. A. DAVIS,
President.

Toronto, Ontario.
DATED June 5, 1967.

NEW JASON MINES LIMITED

(Incorporated under the laws of the Province of Ontario)

Balance Sheet as at 31 December, 1966

ASSETS

CURRENT

Cash in banks	\$	4,648.94	
Due from broker		1,331.01	\$ 5,979.95

INVESTMENTS

Jarrow Mines Limited, at cost			
Shares (777,556)	\$	62,755.66	
Advances		4,194.59	
Marketable securities, at cost (Market \$9,256)		14,470.81	
Other securities, at nominal value		6.00	81,427.06

OTHER

Mining claim interests, at cost	\$	228,992.38	
Prepaid expense		275.00	
Advance to affiliated mining company		150.00	229,417.38
			<u>\$316,824.39</u>

LIABILITIES

CURRENT

Accounts payable			\$ 1,309.63
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CAPITAL

Authorized — 6,000,000 shares of \$1.00 par value			
ISSUED AND FULLY PAID — 4,549,668 shares	\$	4,549,668.00	
Less: Discount thereon		2,381,853.65	
		2,167,814.35	
DEFICIT — per statement attached		1,852,299.59	315,514.76
			<u>\$316,824.39</u>

NOTES:

1. The company is liable for effecting a minimum underwriting of treasury shares of Jarrow Mines Limited in the amount of \$20,000.00.
2. The financial statements are not presented in comparative form as there is no basis of comparison as between the periods.
3. The accounts of Jarrow Mines Limited are not consolidated as that company has no profit or loss, its only assets being mining claims in the exploratory stage.

Approved on behalf of the Board of Directors:

K. A. DAVIS, Director.

J. D. LIARD, Director.

AUDITORS' REPORT

TO: The Shareholders of
New Jason Mines Limited.

We have examined the attached Balance Sheet of New Jason Mines Limited drawn up as at 31 December, 1966 and the related Statements of Deficit and Source and Application of Funds for the year ended on that date. Our examination included a general review of accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

In our opinion the attached Balance Sheet and related Statement of Deficit presents fairly the financial position of the company at 31 December, 1966 and the results of its operations for the year ended on that date, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year, and the Statement of Source and Application of Funds presents fairly the information it purports to show.

Toronto, Ontario,
2 June, 1967.

HALLADAY, ROBINSON & COMPANY,
Chartered Accountants.

NEW JASON MINES LIMITED

(Incorporated under the laws of the Province of Ontario)

Statement of Deficit

For the Year Ended 31 December, 1966

EXPENDITURES FOR THE YEAR

Secretarial and office	\$ 3,300.00	
Management fee	3,600.00	
Share transfer agent	2,432.50	
Shareholders information and meeting	1,497.93	
Legal and audit	677.00	
Telephone	435.77	
Directors fees	300.00	
Stock exchange fees	308.61	
Sundry	255.10	
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	12,806.91	
Property taxes	313.49	
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	13,120.40	
Deduct: Interest earned	495.25	\$ 12,625.15
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Write down of securities valuation		44,588.39
Balance of deficit at 1 January, 1966		1,795,086.05
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Balance of deficit at 31 December, 1966		\$ 1,852,299.59

Statement of Source and Application of Funds

For the Year Ended 31 December, 1966

WORKING CAPITAL AT 1 JANUARY, 1966

Current assets	\$22,722.01	
Less: Current liabilities	4,270.33	\$ 18,451.68

SOURCE OF FUNDS

Sale of securities		1,268.67
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		\$ 19,720.35

APPLICATION OF FUNDS

Expenditures for the year	\$12,625.15	
Advance to Jarrow Mines Limited	499.88	
Advance to Silver Hoard Mines Limited	150.00	
Cost of staking mining claims	1,500.00	
Transfer of prepaid expense	275.00	15,050.03
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WORKING CAPITAL AT 31 DECEMBER, 1966

Current assets	\$ 5,979.95	
Less: Current liabilities	1,309.63	\$ 4,670.32